

Hindustan Organic Chemicals Ltd

September 28, 2017

Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Long-Term Redeemable non convertible taxable Bonds	-	-	Withdrawn
Total Facilities	-		

Details of instruments/facilities in Annexure-1

Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

CARE has withdrawn the rating assigned to the Long-Term redeemable non convertible taxable Bonds of Rs.100.00 crore of Hindustan Organic Chemicals Ltd with immediate effect, as the company has repaid the above mentioned instrument along with interest in full and there is no amount outstanding under the said facility as on date.

Analytical approach: Not Applicable

Applicable Criteria

[Policy on Withdrawal of ratings](#)

About the Company

Incorporated on December 12, 1960, Hindustan Organic Chemicals Limited (HOCL) was set up by the Government of India (GoI) to provide impetus to downstream industries by manufacturing chemicals and intermediates required for production of dyes, dye-intermediates, rubber chemicals, pesticides, drugs and pharmaceuticals, laminates etc.

HOCL comes under the purview of the Ministry of Chemicals and Fertilizers' (MoCF) Department of Chemicals & Petrochemicals (DCPC).

HOCL is engaged in the manufacturing of phenol, acetone, formaldehyde, nitrobenzene, aniline, nitro toluene, nitric acid, di-nitrogen tetra-oxide and hydrogen peroxide. Also, HOCL is the sole indigenous manufacturer of the liquid rocket propellant N₂O₄ in India which is supplied to ISRO.

HOCL has two manufacturing facilities situated at Rasayani, Maharashtra and Kochi, Kerala with a combined installed capacity of 349,495 TPA. During FY17, the company has reported total operating income of Rs.14.91crore and losses of Rs25.58 crore.

Status of non-cooperation with previous CRA: *Not Applicable*

Any other information: Not Applicable.

Rating History for last three years: Please refer Annexure-2

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

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About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own

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risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

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Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Bonds-Redeemable Non Convertible Unsecured Taxable Bonds	-	-	-	0.00	Withdrawn

Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017	Date(s) & Rating(s) assigned in 2015-2016	Date(s) & Rating(s) assigned in 2014-2015
1.	Bonds-Redeemable Non Convertible Unsecured Taxable Bonds	LT	100.00	CARE D	-	1)CARE D (31-Aug-16) 2)CARE AAA (SO) (Under Credit Watch) (19-Aug-16)	1)CARE AAA (SO) (29-Jan-16) 2)CARE D (10-Sep-15) 3)CARE AAA (SO) (Under Credit Watch) (01-Sep-15)	1)CARE AAA (SO) (17-Sep-14)

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